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21 Attorneys for Defendant
22 AAA PLATING AND INSPECTION, INC.

23 **UNITED STATES DISTRICT COURT**
24 **CENTRAL DISTRICT OF CALIFORNIA**

25 LOS ANGELES WATERKEEPER, a non-
26 profit corporation,

27 Plaintiff,

28 vs.

AAA PLATING & INSPECTION, INC., a
California corporation,

Defendant.

Case No. 2:18-cv-05916-PA-GJS

CONSENT DECREE AND
ORDER

(Federal Water Pollution Control Act,
33 U.S.C. § 1251, *et seq.*)

1 Arthur Pugsley (SBN 252200)
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CONSENT DECREE

1 **WHEREAS**, Los Angeles Waterkeeper (“Waterkeeper”) is a 501(c)(3) non-profit
2 public benefit corporation organized under the laws of the State of California, with its
3 main office in Santa Monica, California;

4 **WHEREAS**, Waterkeeper is dedicated to the preservation, protection and defense
5 of the surface, ground, coastal, and ocean waters of Los Angeles County from all
6 sources of pollution and degradation;

7 **WHEREAS**, AAA Plating and Inspection, Inc. (“AAA” or “Defendant”) owns
8 and operates an industrial facility at and/or near 424 East Dixon Street in Compton,
9 California (“Facility”);

10 **WHEREAS**, stormwater discharges associated with industrial activity at the
11 Facility are regulated by the National Pollutant Discharge Elimination System
12 (“NPDES”) General Permit No. CAS000001 [State Water Resources Control Board],
13 Water Quality Order No. 2014-57-DWQ (“Stormwater Permit” or “Permit”), and the
14 Federal Water Pollution Control Act, 33 U.S.C. §§ 1251 *et seq.* (“Clean Water Act” or
15 “CWA”), Sections 301(a) and 402, 33 U.S.C. §§ 1311(a), 1342.

16 **WHEREAS**, on May 7, 2018, Waterkeeper issued a notice of intent to file suit
17 (“60-Day Notice”) to AAA, its registered agent, the Administrator of the United States
18 Environmental Protection Agency (“EPA”), the Executive Director of the State Water
19 Resources Control Board (“State Water Board”), the Executive Director of the Los
20 Angeles Regional Water Quality Control Board (“Regional Water Board”), and the
21 Regional Administrator of EPA Region IX, alleging violations of the Clean Water Act
22 and the Stormwater Permit, Water Quality Order No. 92-12-DWQ, as amended by
23 Water Quality Order 97-03-DWQ, and as amended by Water Quality Order 2014-0057-
24 DWQ, at the Facility;

25 **WHEREAS**, on July 6, 2018, Waterkeeper filed a complaint against AAA in the
26 Central District of California, Civil Case No. 2:18-cv-5916 (“Complaint”).
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1 **WHEREAS**, AAA denies all allegations set forth in the 60-Day Notice Letter and
2 Complaint.

3
4 **WHEREAS**, Waterkeeper and AAA (collectively “Settling Parties” or “Parties”) without either adjudication of Plaintiff’s claims or any admission by Defendant of any
5 alleged violation or other wrongdoing, believe it is in their mutual interest to enter into a
6 Consent Decree setting forth terms and conditions appropriate to resolving the
7 allegations set forth in the 60-Day Notice and Complaint without further proceedings;

8
9 **WHEREAS**, all actions taken by the AAA pursuant to this Consent Decree shall
10 be made in compliance with all applicable federal, state and local rules and regulations.

11 **NOW THEREFORE IT IS HEREBY STIPULATED BETWEEN THE**
12 **SETTLING PARTIES AND ORDERED AND DECREED BY THE COURT AS**
13 **FOLLOWS:**

14 1. The Court has and shall retain jurisdiction over this action for purposes of
15 interpreting, modifying, or enforcing the terms of this Consent Decree, or as long
16 thereafter as necessary for the Court to resolve any motion to enforce this Consent
17 Decree, but only regarding issues raised within the two (2) year term of this Consent
18 Decree.

19 **I. OBJECTIVES**

20 2. It is the express purpose of the Setting Parties through this Consent Decree
21 to further the objectives of the Clean Water Act, 33 U.S.C. § 1251, *et seq.*, and to resolve
22 all issues alleged by Waterkeeper in its 60-Day Notice and Complaint. These objectives
23 include compliance with the provisions of this Consent Decree, compliance with all
24 terms and conditions of the Stormwater Permit, and compliance with all applicable
25 sections of the CWA.

3. In light of these objectives and as set forth fully below, AAA agrees to comply with the provisions of this Consent Decree, terms and conditions of the Stormwater Permit, and all applicable sections of the CWA at the Facility.

II. AGENCY REVIEW AND CONSENT DECREE TERM

A. Agency Review of Consent Decree

4. Agency Review. Waterkeeper shall submit this Consent Decree to the United States Department of Justice and the EPA (the “Federal Agencies”), within three (3) business days of the final signature of the Parties, for agency review consistent with 40 C.F.R. § 135.5. The agency review period expires forty-five (45) calendar days after receipt by the Federal Agencies, as evidenced by written acknowledgement of receipt by the agencies or the certified return receipts, copies of which shall be provided to AAA. In the event that the Federal Agencies object to entry of this Consent Decree, the Parties agree to meet and confer to attempt to resolve the issue(s) raised by the Federal Agencies.

5. Court Notice. Waterkeeper shall notify the Court of the receipt date by the Federal Agencies, as required by 40 C.F.R. § 135.5, in order to coordinate the Court’s calendar with the 45-day review period.

6. Entry of Consent Decree. Following expiration of the Federal Agencies’ 45-day review period, Waterkeeper shall submit the Consent Decree to the Court for entry.

B. Effective Date and Term of Consent Decree

7. Effective Date. The Effective Date of this Consent Decree shall be the date of entry by the Court.

8. Term & Termination. This Consent Decree shall terminate two (2) years from the Effective Date unless one of the Settling Parties has invoked Dispute Resolution and/or seeks early termination of this Consent Decree in accordance with Section IV of this Consent Decree, in which case the Consent Decree will terminate within the earlier of fifteen (15) days of notice by the Settling Parties that invoked

1 Dispute Resolution that the dispute has been fully resolved or an order of the Court
2 resolving the dispute and terminating the Consent Decree.

3 **III. COMMITMENTS OF THE PARTIES**

4 **A. Industrial Storm Water Pollution Control Measures**

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6 9. Within forty-five (45) days of the Effective Date, AAA shall prepare, and
7 provide to Waterkeeper, a written plan (“Compliance Plan”) detailing how the Facility
8 will design and install (and thereafter maintain) one, or a combination of, the following
9 stormwater pollution control measures in compliance with the Compliance Standard:

- 10 A) Infrastructure to capture/store, treat/pre-treat and then infiltrate stormwater
11 on-site into subsurface soils, using a trench and/or well design, and all pre-
12 treatment and/or monitoring necessary to prevent groundwater
13 contamination (pre-infiltration treatment to meet applicable primary MCLs,
14 vadose zone monitoring by lysimeter system or equivalent, or infiltration
15 BMPs to demonstrate compliance with applicable primary MCLs); and/or
16 B) Infrastructure to capture, treat/pre-treat, and retain stormwater on-site for
17 re-use in the Facility’s industrial processes.
18 C) The constituents that AAA will sample shall be based on the SWPPP
19 pollutant source assessment and contained in the monitoring plan.

20 10. Compliance Standard. The stormwater pollution control measures described
21 in the Compliance Plan must be designed according to the 2015 Permit’s standard of
22 preventing discharge from an 85th percentile 24-hour precipitation event (“Compliance
23 Standard”) from Industrial Areas. See 2015 Permit, § X.H.6. Any stormwater discharge
24 from Industrial Areas occurring below the Compliance Standard will be a violation of
25 this Consent Decree. The Facility may discharge stormwater above the Compliance
26 Standard.

1 11. Compliance Plan. The Compliance Plan may include, where applicable,
2 industrial areas depending on the details of AAA's selection of one or a combination of
3 the stormwater pollution control measures described in paragraph 10 above: (1)
4 calculations of the Facility's stormwater flow volumes, and any data (and source) used
5 to determine the Compliance Standard; (2) certification that stormwater falling within
6 the Facility boundary, including all stormwater drainage from industrial roofs, will be
7 captured by the proposed system(s) up to the Compliance Standard; (3) demonstration
8 that proposed storage systems and/or storage capacity are sufficient to meet the
9 Compliance Standard; (4) characterization(s) of the subsurface soil, vadose zone, and
10 groundwater hydrology; (5) description and justification of any treatment processes
11 proposed; and (6) proposed pre-infiltration treatment and/or monitoring protocol(s)
12 necessary to prevent groundwater contamination.

13 12. Compliance Plan Review. Waterkeeper shall have thirty (30) days from
14 receipt of the Compliance Plan to comment in writing. AAA will consider in good faith
15 Waterkeeper's written comments;

16 13. Implementation Deadline. Stormwater pollution control measures described
17 in the Compliance Plan must be fully implemented and fully operational by October 1,
18 2020.

19 14. Excuse. AAA's lack of compliance shall be excused to the extent delays in
20 implementation are caused by government permitting delays, consistent with the Force
21 Majeure provision as set forth in Paragraph 41 below. AAA shall notify Waterkeeper of
22 any government permitting delays that are likely to result in missing the October 1, 2020
23 deadline, and shall meet and confer with Waterkeeper to agree on a reasonable extension
24 of the deadline.

25 15. SWPPP Revision. AAA shall document the completion of the stormwater
26 pollution control measures described in the Compliance Plan by uploading an amended
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1 SWPPP to SMARTS incorporating the new BMPs and any monitoring protocol(s) if
2 applicable, by October 1, 2020.

3 16. Non-Storm Water Dischargers: All non-stormwater discharges (“NSWDs”)
4 from the Facility must be authorized by the Stormwater Permit or another NPDES
5 permit.

6 17. Any disputes about the development or implementation of the Compliance
7 Plan or any related SWPPP shall be resolved pursuant to the dispute resolution
8 procedures set out in Section IV of this Consent Decree.

9 **B. Compliance Monitoring and Reporting**

10 18. Annual Site Inspection. Waterkeeper may conduct one annual site
11 inspection (“Site Inspection”) for the purpose of ensuring compliance with this Consent
12 Decree and the Permit during the term of this Consent Decree. Any Site Inspection shall
13 occur during normal business hours, and Waterkeeper will provide AAA with as much
14 notice as possible, but at least twenty-four (24) hours notice prior to a Site Inspection.
15 Waterkeeper agrees that all individuals participating in any Site Inspection will execute,
16 waivers or releases, and will comply with all safety instructions and confidentiality
17 agreement provided to Waterkeeper’s representatives by AAA’s staff. No Site
18 Inspection pursuant to this paragraph shall exceed 3 hours.

19 19. Document Provision. During the term of this Consent Decree, AAA shall
20 copy Waterkeeper on documents and other written Permit-related communications
21 regarding the Facility submitted to the Regional Water Board, the State Water Board,
22 and/or any Federal, State, local agency, county, or municipality. Any Permit-related
23 correspondence received by AAA from any Federal, State, local agency, county, or
24 municipality shall be provided to Waterkeeper via email within ten (10) business days of
25 receipt by AAA.

26 **C. Litigation Fees and Costs**
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1 20. Waterkeeper's Fees and Costs. AAA agrees to partially reimburse
2 Waterkeeper for its fees and costs incurred in this action, in an amount of totaling five
3 hundred eighty-three thousand five hundred dollars (\$583,500.00). Payment in full shall
4 be made within fifteen (15) days of execution by the parties and delivered by wire
5 transfer to the

6 21. Cooper & Lewand-Martin Attorney Client Trust Account.

7 22. Waterkeeper shall retain the fees and costs payment in trust until this
8 Consent Decree is entered in this action. If the Court does not enter the Consent Decree
9 for any reason within 180 days of the expiration of the 45-day agency review period,
10 Waterkeeper will return \$583,500.00 to AAA, and this Consent Decree and settlement
11 shall be null and void.

12 **IV. DISPUTE RESOLUTION**

13 23. This Court shall retain jurisdiction over this matter for the term of this
14 Consent Decree for the purposes of enforcing its terms and conditions, and adjudicating
15 all disputes among the Parties that may arise under the provisions of this Consent
16 Decree. The Court shall have the power to enforce this Consent Decree with all available
17 legal and equitable remedies, including contempt.

18 24. Meet and Confer. Either party to this Consent Decree may invoke the
19 dispute resolution procedures of this Section IV by notifying the other party in writing of
20 the matter(s) in dispute and of the disputing party's proposal for resolution. The Parties
21 shall then meet and confer in good faith (either telephonically or in person) within ten
22 (10) days of the date of the notice in an attempt to fully resolve the dispute no later than
23 thirty (30) calendar days from the date of the notice.

24 25. Motion. In the event that the Parties cannot resolve the dispute within thirty
25 (30) days of the Meet and Confer, the Parties agree that the dispute may be submitted for
26 formal resolution by filing a motion before the United States District Court for the
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1 Central District of California. The Parties agree to request an expedited hearing schedule
2 on the motion.

3 26. The Parties shall be entitled to seek fees and costs incurred in the informal
4 and formal Dispute Resolution process described in this section pursuant to the
5 provisions set forth in Section 505(d) of the Clean Water Act, 33 U.S.C. 1365(d), Rule
6 11 of the Federal Rules of Civil Procedure, and applicable case law interpreting such
7 provisions.

8 **V. MUTUAL RELEASE OF LIABILITY AND COVENANT NOT TO SUE**

9 27. Waterkeeper's Waiver and Release of AAA. In consideration of the above,
10 upon the Effective Date of this Consent Decree, Waterkeeper, on its own behalf and on
11 behalf of its officers, directors, employees, parents, subsidiaries, affiliates and each of its
12 successors and assigns, releases AAA, its officers, directors, managers, employees,
13 members, successors or assigns, agents, attorneys and other representatives, from and
14 waives all claims that were or could have been raised in the 60-Day Notice and/or the
15 Complaint up to and including the Termination Date of this Consent Decree.

16 28. AAA's Waiver and Release of Waterkeeper. In consideration of the above,
17 upon the Effective Date of this Consent Decree, AAA, on its own behalf and on behalf
18 of its officers, directors, employees, and each of their successors and assigns, releases
19 Waterkeeper, its officers, directors, managers, employees, members, successors or
20 assigns, agents, attorneys and other representatives, from and waives all claims related to
21 the 60-Day Notices and/or the Complaint up to and including the Termination Date of
22 this Consent Decree.

23 29. Nothing in this Consent Decree limits or otherwise affects Waterkeeper's
24 rights to address or take any position that it deems necessary or appropriate in an
25 informal or formal proceeding before the State Water Board, Regional Water Board,
26 EPA, or any other judicial or administrative body on any matter relating to AAA's
27 compliance at the Facility with the Stormwater Permit or the Clean Water Act, but,
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1 except as noted in the next sentence, only to the extent that the relevant facts occur or
2 arise after entry of this Consent Decree. In such proceedings, Waterkeeper or AAA may
3 use pre-Consent Decree information related to the Facility as background information
4 but not to establish any compliance or non-compliance.

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6 **VI. MISCELLANEOUS PROVISIONS**

7 30. No Admission of Liability. Neither the Consent Decree nor any payment
8 pursuant to the Consent Decree shall constitute or be construed as a finding,
9 adjudication, or acknowledgement of any fact, law, or liability, nor shall it be construed
10 as an admission of violation of any law, rule, or regulation. AAA maintains and reserves
11 all defenses it may have to any alleged violations that may be raised in the future.

12 31. Counterparts. This Consent Decree may be executed in any number of
13 counterparts, all of which together shall constitute one original document. Telecopy
14 and/or facsimile copies of original signature shall be deemed to be originally executed
15 counterparts of this Consent Decree.

16 32. Authority. The undersigned representatives for Waterkeeper and AAA
17 each certify that s/he is fully authorized by the party whom s/he represents to enter into
18 this Consent Decree. A Party's signature to this Consent Decree transmitted by facsimile
19 or electronic mail shall be deemed binding.

20 33. Construction. The language in all parts of this Consent Decree shall be
21 construed according to its plain and ordinary meaning, except as to those terms defined
22 in the Permit, the Clean Water Act, or specifically herein. The captions and paragraph
23 headings used in this Consent Decree are for reference only and shall not affect the
24 construction of this Consent Decree.

25 34. Full Settlement. This Consent Decree constitutes a full and final settlement
26 of this matter.
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1 35. Integration Clause. This is an integrated Consent Decree. This Consent
2 Decree is intended to be a full and complete statement of the terms of the agreement
3 between the Parties and expressly supersedes any and all prior oral or written
4 agreements, covenants, representations, and warranties (express or implied) concerning
5 the subject matter of this Consent Decree.

6 36. Severability. In the event that any provision, paragraph, section, or
7 sentence of this Consent Decree is held by a court to be unenforceable, the validity of
8 the enforceable provisions shall not be adversely affected.

9 37. Choice of Law. The laws of the United States shall govern this Consent
10 Decree.

11 38. Negotiated Settlement. The Settling Parties have negotiated this Consent
12 Decree, and agree that it shall not be construed against the party preparing it, but shall be
13 construed as if the Settling Parties jointly prepared this Consent Decree, and any
14 uncertainty and ambiguity shall not be interpreted against any one party.

15 39. Modification of the Consent Decree. This Consent Decree, and any
16 provisions herein, may not be changed, waived, discharged, or terminated unless by a
17 written instrument, signed by the Parties and approved by the Court.

18 40. Assignment. Subject only to the express restrictions contained in this
19 Consent Decree, all of the rights, duties, and obligations contained in this Consent
20 Decree shall inure to the benefit of and be binding upon the Parties, and their successors
21 and assigns. AAA shall notify Waterkeeper within ten (10) days of any assignment.

22 41. Force Majeure. Neither of the Parties shall be considered to be in default in
23 the performance of any of their respective obligations under this Consent Decree when
24 performance becomes impossible due to a Force Majeure event. A Force Majeure event
25 is any circumstance beyond a Settling Party's control, including without limitation, any
26 act of God, war, fire, earthquake, flood, windstorm, or natural catastrophe; criminal acts;
27 civil disturbance, vandalism, sabotage, or terrorism; unexpected and unintended
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1 accidents; restraint by court order or public authority or agency; or action or non-action
2 by, or inability to obtain the necessary authorizations or approvals from any
3 governmental agency. A Force Majeure event shall not include normal inclement
4 weather, economic hardship, inability to pay, or employee negligence. Any party
5 seeking to rely upon this paragraph to excuse or postpone performance shall have the
6 burden of establishing that it could not reasonably have expected to avoid the Force
7 Majeure event and which by exercise of due diligence has been unable to overcome the
8 failure of performance. The Parties shall exercise due diligence to resolve and remove
9 any force majeure event. In no circumstances shall a claim of inability to pay be
10 considered a force majeure event.

11 42. Correspondence. All notices required herein or any other correspondence
12 pertaining to this Consent Decree shall be, the extent feasible, sent via electronic mail
13 transmission to the e-mail address listed below, or if electronic mail is not feasible, then
14 by certified U.S. mail with return receipt, or by hand delivery to the following addresses:
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If to Plaintiff:

Daniel Cooper
Cooper & Lewand-Martin, Inc.
1004 O'Reilly Ave
San Francisco, CA 94129
daniel@cooperlewand-martin.com

With copies to:

Kelly Clark, Staff Attorney
Liz Jones, Staff Attorney
Los Angeles Waterkeeper
120 Broadway, Suite 105
Santa Monica, CA 90401.
kelly@lawwaterkeeper.org
liz@lawwaterkeeper.org

If to Defendant:

William W. Funderburk
Castellón & Funderburk LLP
811 Wilshire Blvd Ste 1025
Los Angeles, CA 90017-2649
wfunderburk@candffirm.com

With copies to:

Gerald Wahlin
Brian Ward
424 E. Dixon Street
Compton, CA 90222
jerrywah1@yahoo.com
brian@aaaplating.com

Notifications of communications shall be deemed submitted three (3) days after the date that they are postmarked and sent by first-class mail, or immediately after acknowledgement of receipt via email by the receiving party. Any change of address or addresses shall be communicated in the manner described above for giving notices.

43. Requests for Records. Under any section of this Consent Decree that allows Waterkeeper to make a written request for AAA's SWPPP related records, Waterkeeper shall not make such unreasonable or frequent requests so as to become an administrative burden on AAA.


The Settling Parties hereto enter into this Consent Decree and submit it to the Court for its approval and entry of final judgment.

IN WITNESS WHEREOF, the undersigned have executed this [proposed] Consent Decree as of the date set forth below.

APPROVED AS TO CONTENT

LOS ANGELES WATERKEEPER

| AAA PLATING & INSPECTION, INC.

1
2 by: 
3 Bruce Reznik
4 Executive Director

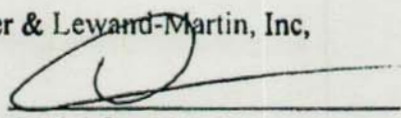
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6 Date: October 2, 2019

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8 by: 
9 Gerald Wahlin
10 CEO

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12 Date: OCT. 3, 2019

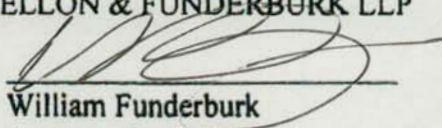
13
14 **APPROVED AS TO FORM**

15
16 Cooper & Lewand-Martin, Inc,

17 by: 
18 Daniel Cooper
19 Attorney for Waterkeeper

20
21 Date: Oct 5, 2019

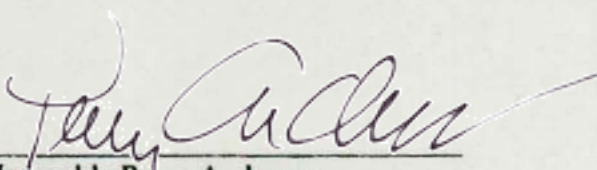
22
23 CASTELLÓN & FUNDERBURK LLP

24 by: 
25 William Funderburk
26 Attorney for Defendant

27
28 Date: Oct 3, 2019

IT IS SO ORDERED:

Date: November 26, 2019


Honorable Percy Anderson
DISTRICT COURT JUDGE
CENTRAL DISTRICT OF CALIFORNIA